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The Directors
AGC Americas Gold Corp.
1730 - 999 West Hastings Street
Vancouver, B.C. V6C 2W2

Fax: 689-1947 (6 pages)

Dear Sirs:

Re: Summary Progress Report - JD Gold Property

The writer spent the period between July 7 and 11 at the JD project examining 1995 drill cores and conferring with Bob Krause re various aspects of the current program. Appended to this summary report is a preliminary drill plan, three drill sections and a summary of available drill results.

Finn Zone drilling to date totals more than 5,000 ft. and consists of 20 inclined holes at 15 metre (50 ft.) centres designed to test central part of the zone down-dip and along strike to the west.

Assay results of the first 6 holes are not overly encouraging with the best values (16.4 ft. grading 0.236 oz/ton gold and 2.94 oz/ton silver) being obtained in hole JD-95-37 which is down-dip and on the same section as 1994 holes 29 and 30 or in the western part of the zone as defined by drilling to date.

All holes, with the exception of JD-95-35 which contained some silver values, intersected at least some gold values in excess of 0.10 oz/ton. Most of these are contained in fragmental volcanic rocks featuring partial to intense silicification, usually in the form of 1 cm quartz veinlets containing pyrite and other sulphide minerals. With one notable exception (JD-95-33), all sections grading more than 0.10 oz/ton gold, like the intercepts obtained in 1994, are above a 10 to 20 metre wide fault zone which apparently forms the footwall of the Finn Zone. So far, those sections containing values have been impossible to predict during core logging and assay results in hand confirm the necessity of detailed and thorough sampling of all holes.

The drill is currently being moved to the known eastern limits of the zone (the section including 1994 holes 19 and 20) where 3 or 4 holes will be drilled at 15 metre centres prior to embarking on 30 metre step-outs to test down-dip continuity in this area as suggested by recently completed geophysical (Induced Polarization) surveys.

Other components of the 1995 program are well in hand. Some 40 km of Induced Polarization surveys have been completed over the Finn, Schmitt - Woof and Eos zones and detailed soil geochemical sampling has been undertaken over the Schmitt - Woof zones. Prospecting is scheduled for the eastern JD property area and for the newly acquired ARC claims to the north. Detailed geological mapping of selected areas within the main property is underway.

Excavator trenching of the Woof - Schmitt zones has proven to be impractical because of significant thicknesses of extremely wet overburden and this equipment is being deployed to the construction of Finn Zone drill pads and to ongoing reclamation of previous trenches and drill roads.

Water sampling of major drainages within and adjacent to the JD property for baseline environmental studies has been completed. A survey crew recently tied in holes drilled to date relative to the property grid - this work is of paramount importance in constructing proper drill sections.

Program costs to July 7 were in the order of \$320,000. A significant portion of these costs include "front end" start-up expenditures. Daily costs will be expected to decrease somewhat with the conclusion of the IP survey and the anticipated lower excavator time. Additional costs, however, are to be expected with the start-up of the second drill which will initially test coincident geophysical and geochemical anomalies on the Schmitt - Woof zones.

Conclusions and Recommendations

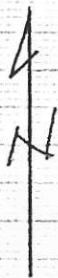
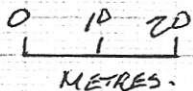
Additional assay results, expected to be in hand shortly, should provide a good indication of the potential of the western part of the Finn zone. I concur with moving the drill to the known eastern limits of the zone and with the concept of greater step-outs down-dip. I would recommend that normal analytical procedures with respect to drill core samples be initiated immediately (ie - no further rush orders plus routine geochemical analyses with subsequent fire assaying of sections grading more than 1000 ppb or 0.03 oz/ton gold) - this should result in a significant cost saving.

Further, unless subsequent assay results improve dramatically, serious consideration should be given to taking a break from drilling upon completion of 10,000 feet to allow for a thorough assessment of the program.



PRELIMINARY DRILLING RESULTS - JD PROPERTY

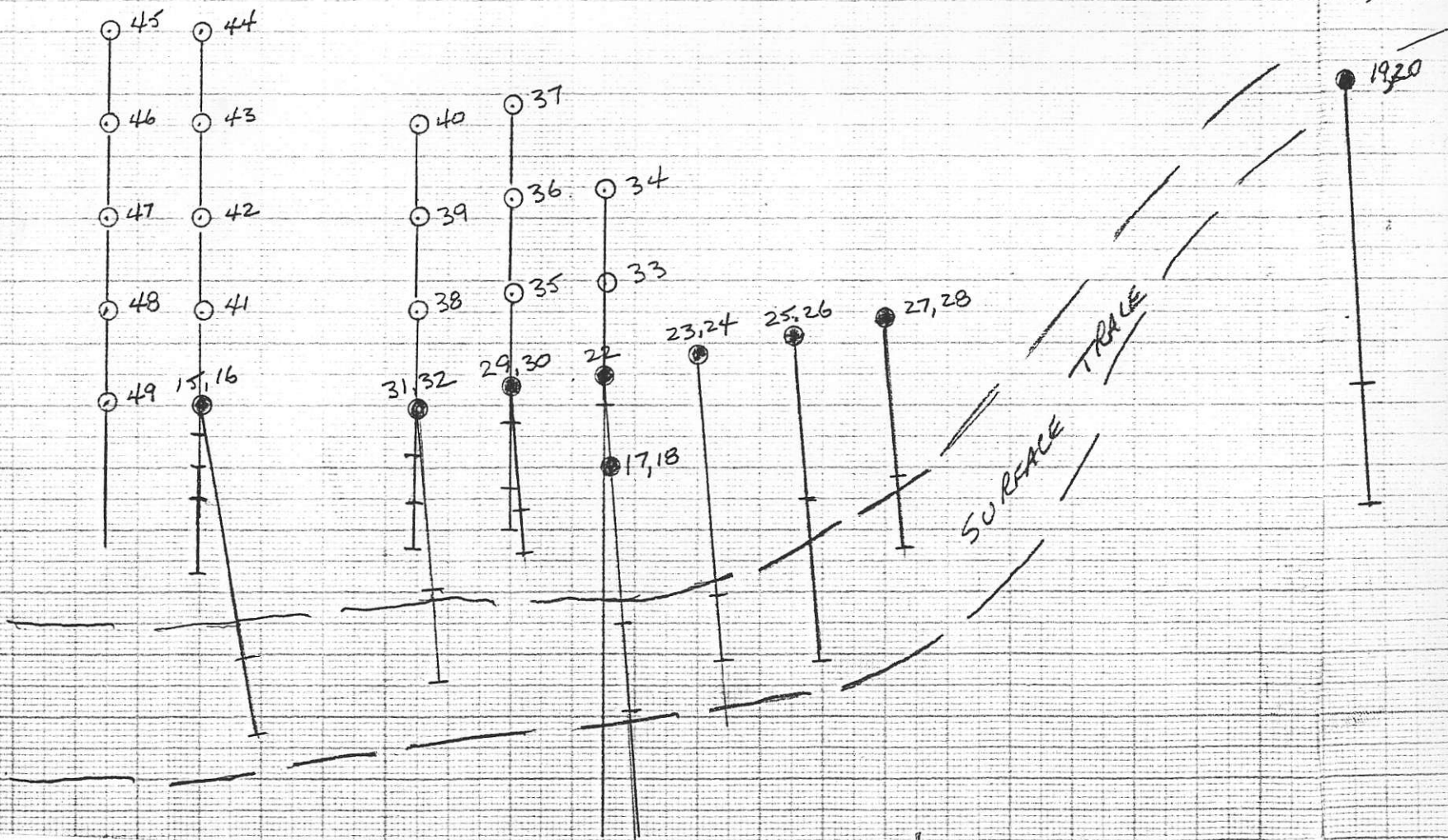
<u>Hole No.</u>	<u>Interval(m)</u>	<u>Length(m)</u>	<u>Au(oz/ton)</u>	<u>Ag(oz/ton)</u>
JD-95-33	27.8 - 29.8	2.0	0.138	-
JD-95-34	24.0 - 26.0	2.0	0.107	-
(incl.	24.0 - 25.0	1.0	0.173	3.89)
	32.0 - 35.0	3.0	0.118	-
JD-95-35	24.0 - 31.0	7.0	0.018	2.89
JD-95-36	25.5 - 26.5	1.0	0.118	-
	38.5 - 42.5	4.0	0.056	3.42
(incl.	41.5 - 42.5	1.0	0.109	5.58)
JD-95-37	42.0 - 47.0	5.0	0.236	2.94
(incl.	44.0 - 45.0	1.0	0.683	11.76
JD-96-38	25.0 - 26.0	1.0	0.107	-
	29.0 - 30.0	1.0	0.013	29.97
	37.0 - 38.0	1.0	0.103	1.20



FINN ZONE DRILL PLAN

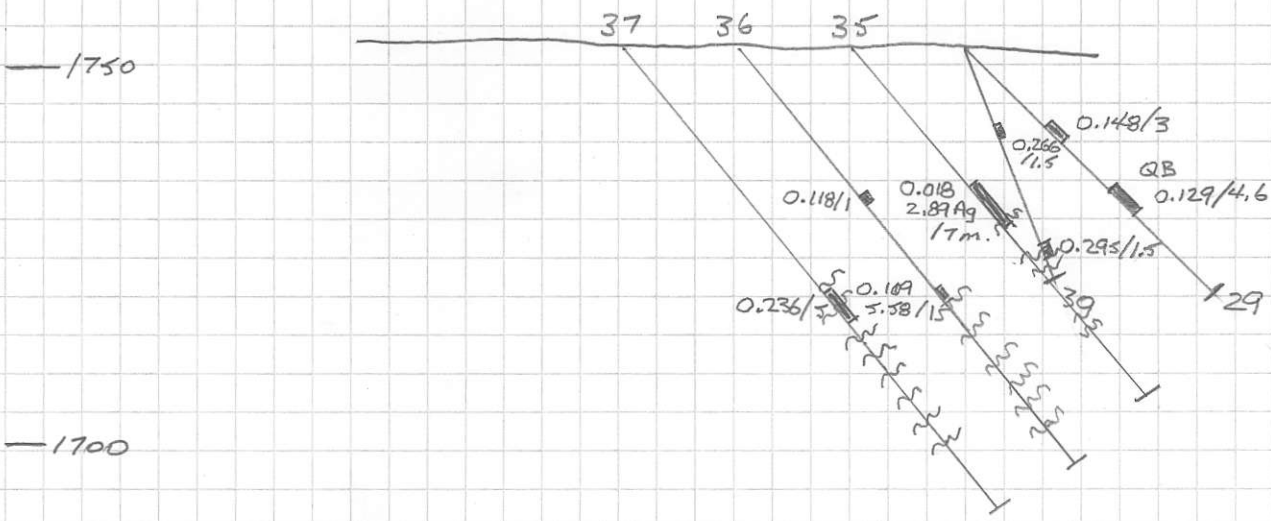
● 1994 HOLES

○ 1995 HOLES



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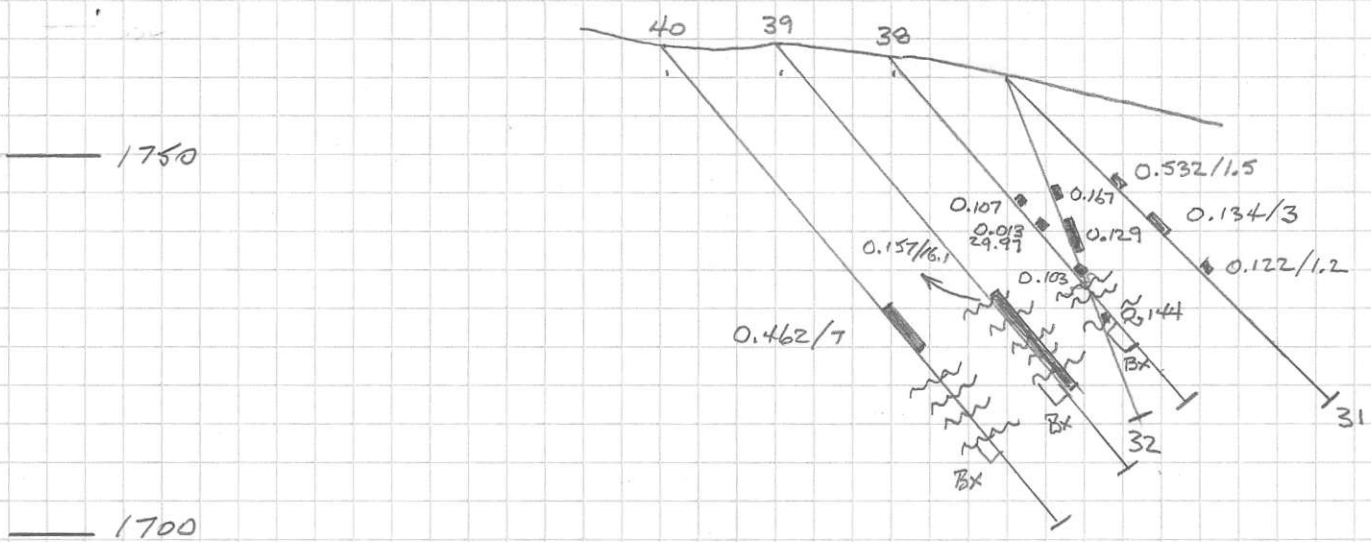
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1750

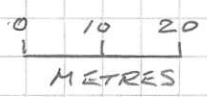
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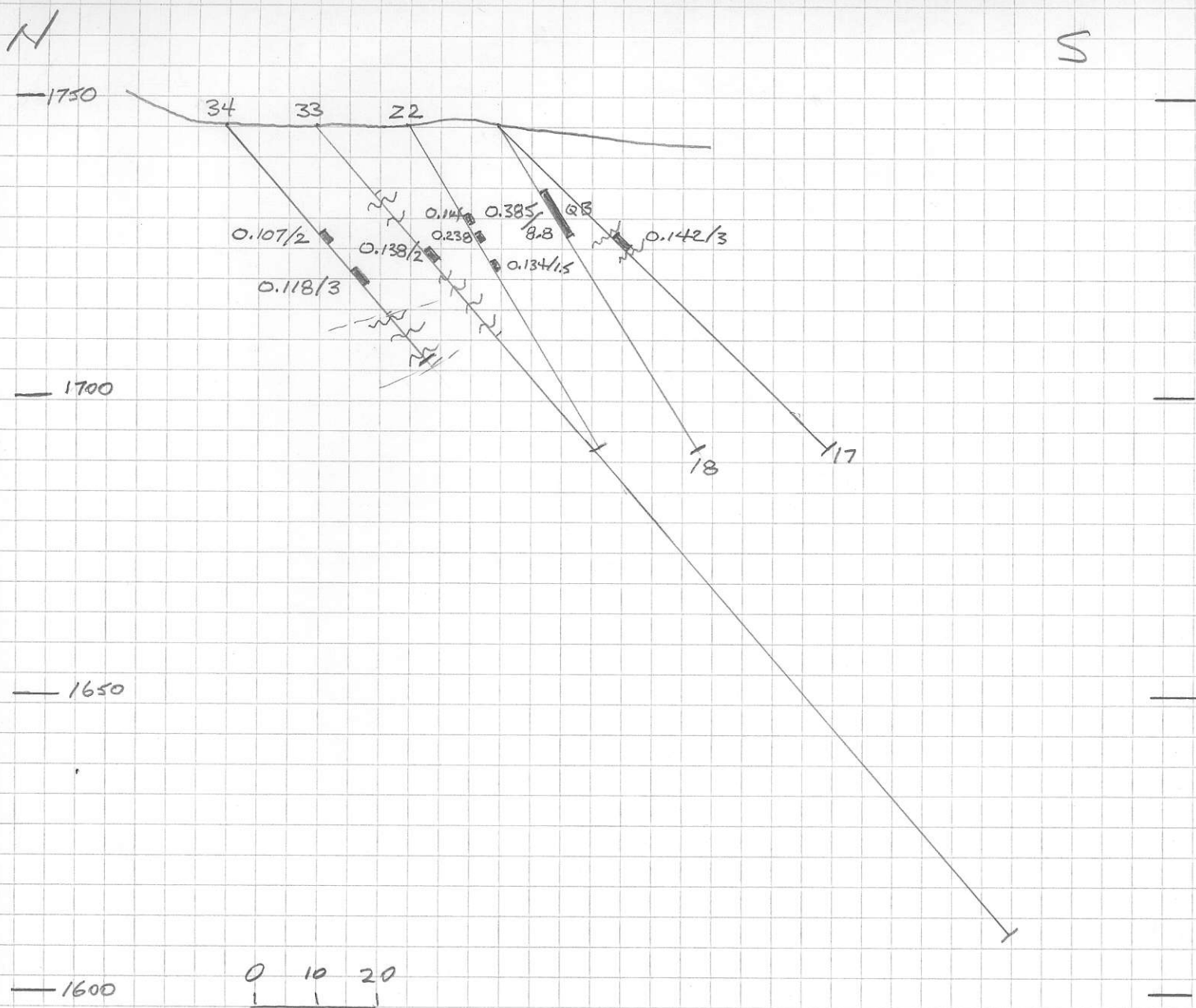
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1750

1700





Note: 0.142/3
 = An oz 1 ton / 3 metres